

Franchise Tax Board

SHORT FORM ANALYSIS

Author: Galgiani Analyst: Jon Feenstra Bill Number: SB 434
Related Bills: See Prior Telephone: 845-4870 Amended Date July 17, 2017
Analysis Attorney: Bruce Langston Sponsor: _____

SUBJECT: Mortgage Forgiveness Debt Relief

- Major Amendment
- Recommended Position of _____ still valid
- Minor/Technical Amendment
- Approved Position of _____ still valid

SUMMARY

This bill would extend the state exclusion of mortgage forgiveness debt relief for three years, to generally apply to discharges occurring in 2014, 2015, and 2016.

ANALYSIS

The July 17, 2017, amendment clarified that excludable discharges of qualified principle residence indebtedness occurring on or after January 1, 2017, pursuant to an arrangement entered into and evidenced in writing prior to January 1, 2017, would be subject to the exclusion amount limitation specified in this bill.

LEGISLATIVE STAFF CONTACT

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